- (2) FOR FISCAL YEAR 2005 2005 AND EACH SUCCEEDING FISCAL YEAR, THE ANNUAL PER CHILD COST OF THE PROGRAM SHALL BE THE AMOUNT IN SUBSECTION (G)(1) PARAGRAPH (1) OF THIS SUBSECTION INCREASED BY THE SAME PERCENTAGE AS THE INCREASE IN THE IMPLICIT PRICE DEFLATOR FOR STATE AND LOCAL GOVERNMENT EXPENDITURES, AS OF JULY OF THE SECOND FISCAL YEAR PRECEDING THE YEAR FOR WHICH THE AMOUNT IS BEING CALCULATED.
- (3) SUBJECT TO PARACRAPH (4) OF THIS SUBSECTION, FOR FISCAL YEAR 2004 AND EACH SUCCEEDING FISCAL YEAR THE DEPARTMENT SHALL DISTRIBUTE A GRANT TO THE LOCAL LEAD AGENCY FOR THE PROGRAM IN EACH COUNTY IN AN AMOUNT AT LEAST EQUAL TO 20% OF THE PRODUCT OF:
 - (I) THE ANNUAL PER CHILD COST; AND
- (II) THE NUMBER OF CHILDREN IN THE COUNTY WHO RECEIVED SERVICES UNDER THE PROGRAM IN THE SECOND FISCAL YEAR PRECEDING THE YEAR FOR WHICH THE AMOUNT IS BEING CALCULATED.
- (4) (1) THE FUNDING FORMULA PROVIDED IN PARAGRAPH (3) OF THIS SUBSECTION SHALL BE IMPLEMENTED ONLY TO THE EXTENT THAT FUNDS ARE PROVIDED IN THE STATE BUDGET FOR THE GRANTS UNDER PARAGRAPH (3) OF THIS SUBSECTION.
- ### PARAGRAPH (3) OF THIS SUBSECTION DOES NOT REQUIRE
 FUNDS FOR THE GRANTS UNDER PARAGRAPH (3) OF THIS SUBSECTION TO BE
 INCLUDED IN THE STATE BUDGET THE AVAILABILITY OF FUNDING FOR THE
 PROGRAM IN THE STATE BUDGET, THE DEPARTMENT SHALL DISTRIBUTE A GRANT
 TO THE LOCAL LEAD AGENCY FOR THE PROGRAM IN EACH COUNTY IN AN AMOUNT
 EQUAL TO THE PRODUCT OF:
- (I) THE ANNUAL PER CHILD COST MULTIPLIED BY THE NUMBER OF CHILDREN IN THE COUNTY WHO RECEIVED SERVICES UNDER THE PROGRAM IN THE SECOND FISCAL YEAR PRECEDING THE YEAR FOR WHICH THE AMOUNT IS BEING CALCULATED; AND
 - (II) 1. .05 FOR FISCAL YEAR 2004;
 - <u>2. .10 FOR FISCAL YEAR 2005;</u>
 - 3. 15 FOR FISCAL YEAR 2006; AND
 - 4. .20 FOR FISCAL YEAR 2007 AND EACH SUCCEEDING FISCAL

YEAR

- [(g)] (I) The Department shall adopt regulations necessary to carry out the provisions of this section.
- (2) FOR FISCAL YEAR 2004 AND EACH SUCCEEDING FISCAL YEAR, THE DEPARTMENT SHALL DISTRIBUTE A GRANT TO THE LOCAL LEAD AGENCY FOR THE PROCRAM IN EACH COUNTY IN AN AMOUNT AT LEAST EQUAL TO 20% OF THE PRODUCT OF:
 - (I) THE ANNUAL PER CHILD COST; AND